

SUMMARY ANALYSIS OF AMENDED BILL

Author: Speier Analyst: Nicole Kwon Bill Number: SB 1452
 Related Bills: See Prior Analysis Telephone: 845-7800 Amended Date: May 26, 2006
 Attorney: Patrick Kusiak Sponsor: _____

SUBJECT: Omnibus Audit Accountability Act Of 2006/Internal Audits

DEPARTMENT AMENDMENTS ACCEPTED. Amendments reflect suggestions of previous analysis of bill as introduced/amended _____.

AMENDMENTS IMPACT REVENUE. A new revenue estimate is provided.

AMENDMENTS DID NOT RESOLVE THE DEPARTMENTS CONCERNS stated in the previous analysis of bill as introduced/amended _____.

FURTHER AMENDMENTS NECESSARY.

DEPARTMENT POSITION CHANGED TO _____.

REMAINDER OF PREVIOUS ANALYSIS OF BILL AS AMENDED March 27, & X May 9, 2006, STILL APPLIES.

OTHER – See comments below.

SUMMARY

This bill would enact the Omnibus Audit Accountability Act of 2006 and require an ongoing internal audit function of state agencies to safeguard public funds and the public trust.

This analysis addresses only those provisions of the bill affecting the Franchise Tax Board (FTB).

SUMMARY OF AMENDMENTS

The May 26, 2006, amendments resolved the implementation consideration identified in the department's analysis of the bill as amended March 27, 2006, by eliminating the provisions requiring all state agencies with an aggregate spending of \$100,000,000 or more annually to perform the specified internal audit functions. Instead of all state agencies with an aggregate spending of \$100,000,000 or more annually, the May 26, 2006, amendments require any governing body that oversees a state agency that performs or reviews internal audits to establish an audit committee that meets the frameworks recommended by the American Institute of Certified Public Accountants.

Board Position:

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Legislative Director

Date

Brian Putler

6/14/06

The Economic Impact from the department's prior analysis is included below for convenience. The remainder of the department's analysis of the bill as amended March 27, and May 9, 2006, still applies.

POSITION

Pending.

ECONOMIC IMPACT

This bill would not impact the amount of state income tax revenues.

LEGISLATIVE STAFF CONTACT

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